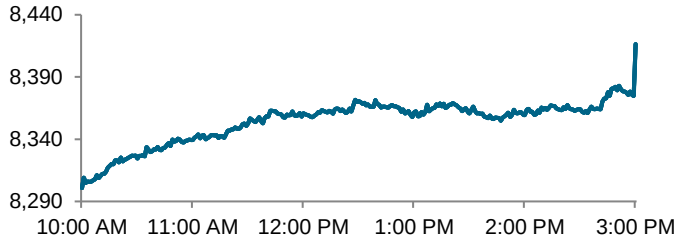
DAILY MARKETS OVERVIEW

24 DECEMBER 2019

السعودي الفرنسي كابيتال
Saudi Fransi Capital
Distinguished Service, Outstanding Performance

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,416	1.4	1.5	7.5	18.9
Saudi (NOMU)	6,683	-1.4	-4.2	165.1	NA
Energy	5,462	0.9	0.5	12.6	NA
Materials	5,124	1.6	1.9	-2.4	34.6
Capital Goods	4,253	0.0	2.5	9.0	35.5
Com. & Prof. Svc	4,700	4.6	7.1	13.6	20.3
Transportation	4,237	0.1	1.0	21.9	20.2
Cons. Durables & Apparel	3,336	1.8	3.0	-8.9	NA
Consumer Services	3,853	1.5	2.0	30.7	33.5
Media	8,464	3.9	5.6	-16.8	35.3
Retailing	7,583	1.5	1.7	10.5	32.7
Food & Staples Retailing	6,710	-0.1	-0.9	12.9	29.3
Food & Beverages	4,193	1.5	1.4	7.8	NA
Health Care Equipment	3,682	1.7	1.8	-2.0	25.7
Pharma, Biotech & Life Science	3,628	1.3	3.0	-6.5	NA
Banks	8,265	1.4	1.4	14.6	14.4
Diversified Financials	3,250	1.0	2.3	-6.5	NA
Insurance	4,535	1.7	2.4	8.6	NA
Telecommunication	6,647	2.0	2.4	23.0	20.0
Utilities	4,513	1.9	1.5	33.9	NA
REITs	4,081	1.9	2.3	12.6	23.0
Real Estate	3,003	0.8	1.4	-6.9	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Salama Cooperative Insurance Co.	11.96	9.9%	9
Arabia Insurance Cooperative Co.	16.60	9.9%	17
Wafrah for Industry and Development Co.	12.90	9.9%	32
Saudi United Cooperative Insurance Co.	17.10	9.2%	26
MetLife AIG ANB Cooperative Insurance Co.	22.38	7.2%	48

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
National Company for Learning and Education	25-Dec-19
Saudi Cable Co.	31-Dec-19
Anaam International Holding Group	31-Dec-19
Tabuk Cement Co.	2-Jan-20
Al-Etihad Cooperative Insurance Co.	5-Jan-20
Al Jouf Cement Co.	7-Jan-20

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 24, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.4% higher at 8,416 while NOMU ended 1.4% lower at 6,683 on Monday. TASI traded value totaled SAR 5.3bn and averaged SAR 4.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 37.2% of the daily traded value.
- MSCI Emerging Markets closed 0.4% higher on Monday, trading at P/E (TTM) of 15.5x vs. 18.9x for TASI.
- Banks and Materials gained 1.4% and 1.6%, respectively. Telecom closed 2.0% higher. Com. & Prof. Svc (up 4.6%) was the best performing sector. Among stocks, Salama Cooperative Insurance Co. (8050/SALAMA AB), Arabia Insurance Cooperative Co. (8160/AICC AB), and Wafrah for Industry and Development Co. (2100/FPCO AB) led the gainers.
- The Ministry of Labor and Social Development issued 1.2mn work visas in 2019, compared to 600,000 visas in 2018. *(Source: Argaam)*
- The Minister of Transport revealed that the value of investment for the expansion of the Jeddah Islamic Port container terminal under the build-operate-transfer (BOT) basis amounts to SAR 9bn (USD 2.4bn). The Minister further noted that these 30-year contracts are expected to enhance the port's capacity to 12 million containers per annum from 7.6 million containers currently. *(Source: Argaam)*
- Saudi Airlines Catering Co. (6004/CATERING AB) renewed its in-flight catering agreement with Saudi Arabian Airlines Est. (Saudia) for 10 years for a value of SAR 12bn (USD 3.2bn). The amount will positively reflect on company's financial results in 1Q20. *(Source: Argaam)*
- Jabal Omar Development Co. (4250/JOMAR AB) officially launched Hilton Makkah Jabal Omar Doubletree. The twin-tower hotel comprises 448 rooms and 228 suites in addition to conference halls, restaurants and a sports center. *(Source: Argaam)*
- Arabian Aramco Total Services Company said it partially redeemed SAR 147mn (USD 39.2mn) worth of Sukuk on 23 December, 2019 representing 3.92% of the Sukuk's original face value (scheduled semi-annually). *(Source: Argaam)*

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Ceramic Co.	35.80	-3.2%	19
National Metal Manufacturing and Casting Co.	15.28	-2.4%	14
Anaam International Holding Group Co.	12.26	-2.2%	29
Arabian Centres Co	28.85	-2.0%	20
Allied Cooperative Insurance Group	18.84	-1.9%	4

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
The Saudi Arabian Oil Company	35.60	0.9%	1,030
Al Rajhi Bank	66.50	0.3%	291
Saudi Basic Industries Corp.	93.20	1.3%	285
Alinma Bank	25.85	0.2%	202
Saudi Kayan Petrochemical Co.	10.76	3.3%	150

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,782	0.7	0.5	10.0	11.0
Abu Dhabi (ADX)	5,112	0.7	0.4	4.0	15.8
Kuwait (KSE)	5,530	0.0	0.0	6.6	17.0
Qatar (QE)	10,515	0.4	1.7	2.1	15.3
Oman (MSM)	3,898	-0.8	-0.5	-9.8	7.4
Bahrain (BSE)	1,599	0.4	1.0	19.6	12.9
DJMENA Index	608	0.9	1.3	9.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,224	0.1	0.1	28.6	21.6
US (NASDAQ 100)	8,946	0.2	0.2	34.8	25.0
UK (FTSE 100)	7,624	0.5	0.5	13.3	18.5
Germany (DAX)	13,301	-0.1	-0.1	26.0	24.7
France (CAC 40)	6,029	0.1	0.1	27.5	21.6
Russia (MICEX)	3,034	0.6	0.6	28.0	6.3
Japan (Nikkei)	23,821	0.0	0.0	19.0	19.0
Hong Kong (HSI)	27,906	0.1	0.1	8.0	10.9
South Korea (KOSPI)	2,204	0.0	0.0	8.0	17.1
China (SHCOMP)	2,963	-1.4	-1.4	18.8	14.2
India (NIFTY)	12,263	-0.1	-0.1	12.9	26.8
Brazil (IBOV)	115,863	0.6	0.6	31.8	18.1
Turkey (BIST 100)	112,175	0.9	0.9	22.9	8.7
Egypt (EGX30)	13,902	0.5	0.5	6.6	11.9
MSCI Emerging Markets	1,112	0.4	0.4	15.1	15.5
MSCI World	2,351	0.0	0.0	24.8	20.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude ($/bbl)	66.4	0.4	0.4	23.4	31.5
Natural Gas ($/mmbtu)	2.2	-4.9	-4.9	-24.7	-29.6
Gold ($/oz)	1,486	0.3	0.3	15.9	17.1
Silver ($/oz)	17.5	1.5	1.5	12.6	18.1
Platinum ($/oz)	937	2.8	2.8	17.7	19.2
Copper ($/t)	6,162	0.2	0.2	3.6	3.9
Zinc ($/t)	2,294	-2.1	-2.1	-8.9	-9.3
Lead ($/mt)	1,905	-0.2	-0.2	-5.2	-3.6
Wheat ($/bu)	540	-0.5	-0.5	7.2	-4.5
Corn ($/bu)	389	0.3	0.3	3.7	-4.7
Sugar ($/lb)	13.5	-0.7	-0.7	11.8	0.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.93	0.00	-0.87	0.00
Saudi Arabia	2.24	0.00	-0.74	0.30
UAE	2.10	-0.01	-0.74	0.16
Kuwait	2.75	0.00	0.44	0.82
Qatar	2.35	0.00	-0.56	0.42
Bahrain	2.67	0.00	-1.28	0.73

Source: Reuters

NOTES:(1) Prices updated as of December 24, 2019(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Monday. S&P 500 and NASDAQ gained 0.1% and 0.2%, respectively. Dow Jones Industrial closed 0.3% higher. In Europe, UK increased 0.5%. Germany declined 0.1% while France ended 0.1% higher.
- Asian markets are trading mixed on Tuesday. China is up 0.3%. Japan is trading flat while South Korea is down 0.5%. Hong Kong has decreased 0.1% while India is trading flat.
- GCC markets ended mostly higher on Monday. Dubai and Abu Dhabi gained 0.7%. Kuwait ended flat while Qatar increased 0.4%. Oman declined 0.8% while Bahrain closed 0.4% higher.
- KSA and Kuwait are expected to sign a deal today to resume production at two major oilfields in a shared neutral zone after five years of stoppage. The signing ceremony will take place in the neutral zone where the offshore Khafji field and onshore Wafra field are located. *(Source: Arabian Business)*
- The International Air Transport Association (IATA) said the UAE's aviation sector would grow 170%, support 1.4 million jobs and contribute USD 128bn (AED 469.8bn) to the nation's economy by 2037. The domestic aviation industry at present supports nearly 800,000 jobs and contributes USD 47.4bn (AED 174bn) to the economy, accounting for 13.3% of the UAE's GDP. *(Source: Zawya)*
- DP World (DPW DU) has been awarded a 30-year concession deal by the Saudi Ports Authority (Mawani), for the management and development of the Jeddah South Container Terminal at the multi-purpose Jeddah Islamic Port. Under the build-operate-transfer (BOT) agreement, DP World will invest up to USD 500mn (AED 1.8bn) to modernise the port. *(Source: Zawya)*
- Abu Dhabi National Energy Company (TAQA) announced that it has secured a USD 3.5bn (AED 12.9bn) revolving credit facility. The new five-year multicurrency facility with a syndicate of 13 banks will be used for general corporate purposes and will replace its existing USD 3.1bn (AED 11.4bn) revolving credit facility, signed in August 2015. *(Source: Trade Arabia)*
- UAE based NMC Health (NMC LN) said it would launch an independent review of its finances following criticism by short-selling firm Muddy Waters. The review would be undertaken by an unidentified accounting firm and overseen by a committee of independent NMC Non-Executive Directors. *(Source: Zawya)*
- India-based OYO Hotels & Homes has said it has grown its footprint in the UAE market to reach 4,461 keys in 310 hotels and homes by the end of the year. *(Source: Arabian Business)*

Coming Up

- US jobless claims for the week ended December 21 (prior: 234K; consensus: 220K) will be announced on December 26. *(Source: Trading Economics)*
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 20 (prior: -1.1mn barrels) will be announced on December 27. *(Source: Trading Economics)*
- UK's Markit/CIPS Manufacturing PMI for December 2019 (prior: 48.9; consensus: 47.4) will be announced on January 2. *(Source: Trading Economics)*

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